Amendments to the Claims:

This listing of claims will replace all prior versions, and listings of claims in the application:

Listing of Claims:

1. (Original) A method for implementing a program of discount arrangements, the method comprising:

maintaining discount-arrangement information relating to a plurality of discount arrangements, wherein each such discount arrangement is associated with one of a plurality of merchants;

receiving transaction information related to a transaction at a point of sale, the transaction information identifying a merchant party to the transaction;

receiving an identifier for a discount instrument presented at the point of sale during the transaction;

making a determination whether the merchant party is one of the plurality of merchants; and

returning validation information to the point of sale in accordance with the determination.

- 2. (Original) The method recited in claim 1 wherein the validation information comprises an indication that the merchant party is not one of the plurality of merchants.
- 3. (Original) The method recited in claim 1 wherein:
 the merchant party is not one of the plurality of merchants; and
 the validation information comprises an indication that no discount is to be
 provided to the transaction.
 - 4. (Original) The method recited in claim 1 wherein: the merchant party is one of the plurality of merchants; and

the validation information comprises an instruction to apply a discount in accordance with the discount-arrangement information associated with the merchant party.

- 5. (Original) The method recited in claim 1 wherein the merchant party is not one of the plurality of merchants, the method further comprising generating a record for recording transaction information related to the merchant party.
- 6. (Original) The method recited in claim 1 wherein the merchant party is not one of the plurality of merchants, the method further comprising recording at least a portion of the transaction information in a record associated with the merchant party.
- 7. (Original) The method recited in claim 6 further comprising identifying criteria from the record associated with the merchant party for initiation of marketing efforts with the merchant party.
- 8. (Original) The method recited in claim 1 further comprising recording at least a portion of the transaction information in a database.
 - 9. (Original) The method recited in claim 8 further comprising: analyzing information in the database according to specified criteria; and generating a summary report from the analyzed information.
- 10. (Original) The method recited in claim 9 further comprising distributing the summary report to the merchant party.
- 11. (Original) The method recited in claim 9 wherein the criteria are specified by the merchant party.
 - 12. (Original) A computer system comprising:
 - a storage device;
 - a communications device;

a processor in communication with the storage device and the communications device; and

a memory coupled with the processor, the memory comprising a computerreadable storage medium having a computer-readable program embodied therein for operating the computer system to manage a discount arrangement, the computer readable program including:

instructions for maintaining on the storage device discount-arrangement information relating to a plurality of discount arrangements, wherein each such discount arrangement is associated with one of a plurality of merchants;

instructions for receiving with the communications device transaction information related to a transaction at a point of sale, the transaction information identifying a merchant party to the transaction;

instructions for receiving with the communications device an identifier for a discount instrument presented at the point of sale during the transaction;

instructions for making a determination with the processor whether the merchant party is one of the plurality of merchants; and

instructions for returning validation information to the point of sale with the communications device in accordance with the determination.

- 13. (Original) The computer system recited in claim 12 wherein the validation information comprises an indication that the merchant party is not one of the plurality of merchants.
- 14. (Original) The computer system recited in claim 12 wherein:
 the merchant party is not one of the plurality of merchants; and
 the validation information comprises an indication that no discount is to be
 provided to the transaction.
 - 15. (Original) The computer system recited in claim 12 wherein: the merchant party is one of the plurality of merchants; and

the validation information comprises an instruction to apply a discount in accordance with the discount-arrangement information associated with the merchant party.

- 16. (Original) The computer system recited in claim 12 wherein the merchant party is not one of the plurality of merchants, the computer-readable program further including instructions for generating a record for recording on the storage device transaction information related to the merchant party.
- 17. (Original) The computer system recited in claim 12 wherein the merchant party is not one of the plurality of merchants, the computer-readable program further including instructions for recording on the storage device at least a portion of the transaction information in a record associated with the merchant party.
- 18. (Original) The computer system recited in claim 17 wherein the computer-readable program further includes instructions for identifying criteria from the record associated with the merchant party for initiation of marketing efforts with the merchant party.
- 19. (Original) The computer system recited in claim 12 wherein the computerreadable program further includes instructions for recording at least a portion of the transaction information in a database.
- 20. (Original) The computer system recited in claim 19 wherein the computer-readable program further includes:

instructions for analyzing with the processor information in the database according to specified criteria; and

instructions for generating with the processor a summary report from the analyzed information.

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21. (Currently amended) The computer system recited in claim 20 wherein the computer readable program further includes:

<u>instructions for receiving a specification of the</u> criteria are specified by <u>from</u> the merchant party.